* Advice to all public sector banks to provide crop loans up to Rs. 50,000/- at 9 per cent rate of interest to cover almost all small and marginal farmers;
* Advice to banks to increase the limit of dispensation of collateral requirement for loans from the existing level of Rs. 15 lakh to Rs. 25 lakh based on the good track record and financial position of the SSI units; and
* Inclusion of lending by banks to Non-Banking Financial Companies (NBFCs) or other intermediaries for the purpose of on-lending to the tiny sector within the ambit of priority sector lending.

Foreign loans received by State Governments

703. SHRI NILOTPAL BASU: Will the Minister of FINANCE be pleased to state:

(a) the foreign loans received by the State Governments from bilateral and multilateral sources during the last three years, State-wise, year-wise and institution-wise;

(b) the interest charged on the Central Government on account of each of these loans;

(c) the interest rate charged on the State Governments by the Central Government on them; and

(d) whether Government are considering passing down the benefits to the States?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI ANANDRAO VITHOBA ADSUL): (a) The State-wise and source-wise details of foreign loans disbursed during the last three years are given in the enclosed Statements I and II (*See* below).

(b) The year-wise details of interest paid by the Central Government are given in the enclosed Statement-III (*See* below). The multilateral and bilateral agencies are providing credit/loan to the Central Government on their usual terms and conditions. These terms are mentioned in the annexed Statement-IV (*See* below).

(c) and (d) The external assistance received from various multilateral and bilateral agencies is passed on by the Government of India to the States as Additional Central Assistance (ACA) on the same terms and conditions as Central assistance for the State plans. For States not falling

under the special category status, assistance is given in 30 :70 mix of grant and loan. With effect from 1st April, 2003, the loan has 20 years' maturity period and a rate of interest of 10.50%. The interest rate is modified periodically. Further, half of it carries a grace period of 5 years. For special category States, the assistance is given in 90:10 mix of grant and loan. The entire foreign exchange risk is borne by the Central Government.

In case of Germany and European Commission assisted projects, grant is passed on as 100% grant in respect of agreements signed after 1.4.1994 and 31.3.1995 respectively. For grants given by U.K., the new projects financed after March, 1999 for poverty alleviation are eligible for such channeling.

The terms and conditions for transfer of external assistance from Central Government to the State Governments are reviewed by Government from time to time.

Statement-I

State-wise loans received during the last three years

(Rs. crore)

State	Loan received during		
	2000-01	2001-02	2002-03
1	2	3	4
Andhra Pradesh	1620.29	2830.53	1834.97
Assam	109.45	123.86	62.62
Bihar	58.11	0.00	0.00
Chhattisgarh	4.80	8.00	4.59
Delhi	0.00	0.00	1.43
Gujarat	550.17	463.61	678.40
Haryana	284.52	292.88	35.93
Himachal Pradesh	11.88	10.97	16.01
Karnataka	353.26	1615.92	397.08
Kerala	30.96	23.95	622.72
Madhya Pradesh	124.91	484.78	538.30
Maharashtra	192.10	272.78	455.88

1	2	3	4
Manipur	9.78	4.10	9.30
Meghalaya	8.18	43.08	11.71
Multi States	612.28	585.22	766.07
Mizoram	0.00	0.00	19.15
Orissa	417.69	300.46	350.77
Punjab	80.65	68.97	37.41
Rajasthan	178.95	93.93	288.22
Sikkim	0.90	0.06	1.24
Tamil Nadu	537.81	286.25	275.39
Uttar Pradesh	535.77	657.51	519.30
West Bengal	434.41	429.86	504.40

Statement-II

Source country/ Organisation-wise loan received during the last three years

(Rs. crore)

Source country/ Organization	Loan received during		
	2000-01	2001-02	2002-03
Asian Development Bank	806.46	1326.10	1490.42
Denmark	0.00	0.00	0.00
France	64.54	26.32	51.67
Germany	16.08	56.26	50.17
IBRD	2164.69	3321.19	2746.33
IDA	4226.13	5670.93	4279.73
IFAD	40.08	63.92	51.78
Japan	2347.77	2988.43	2703.87
OPEC	41.52	22.29	16.01
Russian Federation	130.09	23.03	261.95
Switzerland	0.00	0.00	1.07

Statement-III

Year-wise details of interst paid by the Central Government

(Rs. Crore)

Source country/ Organization	Interest Paid during		
	2000-01	2001-02	2002-03
Asian Development Bank	726.98	812.22	970.76
Austria	2.98	2.72	0.00
Australia	0.79	0.72	3.58
Belgium	0.57	0.40	0.31
Canada	0.02	0.02	0.02
Rep. of Czech and Slovak	0.48	0.37	0.26
Denmark	0.00	0.00	0.00
EEC (SAC)	1.08	1.07	1.09
France	110.75	103.16	110.31
Germany	123.83	104.44	101.16
Italy	10.30	9.19	8.34
IBRD	1460.29	1312.84	1243.76
IDA	628.46	671.90	732.61
IFAD	9.85	10.01	10.72
Japan	1038.68	978.19	1058.61
Kuwait Fund	10.89	8.80	6.70
Netherlands	54.16	49.50	51.56
OPEC	1.96	2.35	2.57
Russian Federation	38.59	39.74	33.45
Saudi Arabia	2.05	1.77	1.51
Spain	3.39	3.15	2.81
Switzerland	5.98	4.32	0.00
Sweden	1.38	1.13	0.99
United States of America	174.79	167.20	153.79

Statement-IV

General terms and conditions of external loans to Government of India

Sl. No.	Institution/ Country	Currency	Type of Loan	Grace Period (Years)	Period of Repay-ment after Grace period (Years)	Rate of Interest (in %)	Commitment Charges (in %)	Remarks
1	2	3	4	5	6	7	8	9
Multilateral								
1.	A.D.B.	US Dollar	Semi conces-sional	3 to 5	12 to 20	Variable*	0.75	*Interest -Variable every 6 months. The interest rate is determined based on Average cost of preceding six months of respective pools of out-standing borrowings established to fund such loans. The lending rate for the period 1.1.2003 to 30.6.2003 is 6.31% on single cur-rency US $ loans and 2.74% on multi-currency loans. Commitment charges—0.75% on undisbursed loan amounts. However the undisbursed amount is reckoned on a graded basis in respect of project loans. For programme loans it is on the entire loan amount.
2.	I.B.R.D.	US Dollar	Semi Conces-sional	5	15	Variable*	0.75	(i) Interest-Variable every 6 months.

(a) Carrency Pooled Loans (VLR—1989) Interest rate is determined based on the cost of qualified borrowing plus a spread. The lending rate applicable for period from 1.1.2003 to 30.6.2003 is as under:-

(1) Loans for which invitation for negotiation was issued prior to 31.7.98—4.62% per annum (includes a spread of 50 basis points).

(2) Loans for which invitation for negotiation was issued after 31.7.98—4.87% per annum (includes a spread of 75 basis points).

(b) US $ Floating Rate Single Currency Loan

Interest rate is determined based on 6 month LIBOR rate plus a variable spread. The rate applicable for interest payment date beginning 15.4.2003 to 14.10.2003 is as follows:-

1	2	3	4	5	6	7	8	9
								(1) Loan for which invitation for negotiation was issued prior to 31.7.98—1.47% per annum (with a spread of 21 basis points). (2) Loan for which invitation for negotiation was issued on or after 31.7.98—1.71% per annum (with a spread of 46 basis points). (ii) Commitment Charges—Payable on the undisbursed loan amount—0.75%. Bank has been notifying waiver of 0.50% since July, '91. (iii) Front End Fee—1% (one time payment) of loan amount is payable in respect of loans negotiated after 1.7.1998. (iv) Interest Waiver for Prompt Payment—As notified by Bank, the waiver applicable for 2001 is as under:— Loans for which invitation to negotiation was issued prior to 31.7.1998—0.15%

								Loans for which invitation to negotiation was issued after 31.7.1998—0.25%
3.	I.D.A.	S.D.R.	Concessional	10	25	0.75	0.50	(i) In respect of credits finalised till July, 1988, the repayment period was 50 years including a grace period of 10 years. IDA credits presently enjoy a grace period of 10 years with a repayment period of 25 years. (ii) Commitment charges payable at 0.50% on the undisbursed credits are being fully waived by Bank since 1989–90. (iii) 0.75% shown under Interest Column is termed as Service Charge.
4.	I.F.A.D.	S.D.R.	Concessional	10	40	0.75	—	The payment of 0.75% shown under Interest Column is termed as Service Charge.
5.	O.P.E.C.	US Dollar	Concessional	5	12	3.00		
Bilateral								
1.	Australia	US $	Concessional	4	8	1.63		
2.	Austria	EUR	Concessional	10	20	2.00		

1	2	3	4	5	6	7	8	9
3.	Belgium	EUR	Concessional	10	20	0.00		
4.	Canada	Can. $	Concessional	10	40	0.00		
5.	Denmark	D.Kr.	Concessional	10	25	0.00		
6.	E.E.C. (SAC)	UK Pd.	Concessional	10	40	0.75		
7.	France	EUR	Mixed	5	17	2.6%		
8.	Russian Fed.	US $	Concessional	6	14	4.00		
9.	Germany	EUR	Mixed					
			(a) Govt. Portion	10	30	0.75	0.25	
			(b) Bank Portion	2	10	6.13	0.25	
10.	Italy	US Dollars	Concessional	10	20	1.50		
11.	Japan	Yen	Concessional	10	20 and 30	1.8 and 0.75		Interest is charged at a fixed rate as indicated in each loan agreement.
12.	Kuwait Fund	Kuwaiti Dinar	Concessional	5	20	3.50 to 4.50		

13.	Netherlands	D.Glds.	Concessional	2	10	2.50 to 3.50		
14.	Rep. of Czech and Slovak	Rupees	Concessional	3	12	2.50		
15.	Saudi Fund	S.R.	Concessional	5	15	3.00 to 4.00		
16.	Sweden	Sw. Kr.	Concessional	2.5	8	1.50	0.50	
17.	Switzerland	S.Fr.	Export Credit	3	8.50%	Variable		Interest payable is 0.5% over the Swiss Export Base Rate plus an annualised Export Risk Guarantee. The interest payable ranges between 4% to 8.38% linked to the period of utilisation.
18.	U.S.A.	US $	Concessional	10	30	2.50		